



**COMMUNITY DEVELOPMENT COMMISSION
of the County of Los Angeles**

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Gloria Molina
Yvonne Brathwaite Burke
Zev Yaroslavsky
Don Knabe
Michael D. Antonovich
Commissioners

Carlos Jackson
Executive Director

April 8, 2008

ADOPTED
Community Development Commission

Honorable Board of Commissioners
Community Development Commission of the
County of Los Angeles
383 Kenneth Hahn Hall of Administration
500 West Temple Street
Los Angeles, California 90012

3-D

APR 08 2008

Sachi A. Hamai
SACHI A. HAMAI
EXECUTIVE OFFICER

Dear Commissioners:

**APPROVE EXCHANGE OF CDBG FUNDS BETWEEN THE CITIES OF
AGOURA HILLS, HERMOSA BEACH AND SAN FERNANDO (3,4)
(3 Vote)**

IT IS RECOMMENDED THAT YOUR BOARD:

1. Find that approval of the exchange of CDBG funds between the Cities of San Fernando, Agoura Hills and Hermosa Beach is not subject to the provisions of the California Environmental Quality Act (CEQA), as described herein, because the activities are not defined as a project under CEQA.
2. Approve Amendment No. 2 to CDBG Reimbursable Contract No. 70728 between the County of Los Angeles and the City of Hermosa Beach, presented in substantially final form, to remove \$192,349 in Fiscal Year 2007-08 CDBG funds in exchange for \$100,000 in general tax revenues from the City of San Fernando, pursuant to an agreement between the two cities, thereby reducing the amount of CDBG funds allocated to the City of Hermosa Beach from \$192,349 to zero. An additional \$7,651 in CDBG funds allocated in prior fiscal years will be transferred from the City of Hermosa Beach for a total of \$200,000.
3. Approve Amendment No. 3 to CDBG Reimbursable Contract No. 70710 between the County of Los Angeles and the City of Agoura Hills, presented in substantially final form, to remove \$34,630 in Fiscal Year 2007-08 CDBG funds in exchange for \$49,766 in general tax revenues from the City of San Fernando, pursuant to an agreement between the two cities, thereby reducing the amount of CDBG funds



allocated to the City of Agoura Hills from \$34,630 to zero. An additional \$64,902 in CDBG funds allocated in prior fiscal years will be transferred from the City of Agoura Hills for a total of \$99,532.

4. Approve Amendment No. 5 to CDBG Reimbursable Contract No. 70745 between the County of Los Angeles and the City of San Fernando, presented in substantially final form, to add \$299,532 in CDBG funds from the Cities of Agoura Hills and Hermosa Beach in exchange for \$149,766 in general tax revenues, pursuant to agreements between the Cities of Agoura Hills and Hermosa Beach with San Fernando, thereby increasing the amount of CDBG funds allocated to the City of San Fernando from \$1,539,307 to \$1,838,839.
5. Authorize the Executive Director of the Community Development Commission to execute on behalf of the County of Los Angeles the contract amendments, attached hereto in substantially final form, to be effective through June 30, 2008, following approval as to form by County Counsel and execution by all parties.

PURPOSE/JUSTIFICATION OF RECOMMENDED ACTION:

The Cities of Hermosa Beach and Agoura Hills have executed agreements with the City of San Fernando to grant CDBG funds in exchange for general tax revenue funds. The proposed amendments will effectuate the transfer of these funds.

FISCAL IMPACT/FINANCING:

There is no impact on the County general fund. The City of Hermosa Beach has agreed to transfer \$200,000 in previously allocated CDBG funds to the City of San Fernando in exchange for \$100,000 in general tax revenues. The current contract amount for the Reimbursable Contract with City of Hermosa Beach is \$192,349. The proposed amendment will reduce the contract amount to zero. An additional \$7,651 in previously allocated CDBG funds will also be transferred.

The City of Agoura Hills has agreed to transfer \$99,532 in previously allocated CDBG funds to the City of San Fernando in exchange for \$49,766 in general tax revenues. The current contract amount for the Reimbursable Contract with City of Hermosa Beach is \$34,630. The proposed amendment will reduce the contract amount to zero. An additional \$64,902 in previously allocated CDBG funds will also be transferred.

The City of San Fernando has agreed to accept \$299,532 in CDBG funds from the Cities of Hermosa Beach and Agoura Hills. The current contract amount for the Reimbursable Contract with the City of San Fernando is \$1,539,307. The proposed amendment will incorporate the new funds, thereby increasing the contract amount to \$1,838,839.

FACTS AND PROVISIONS/LEGAL REQUIREMENTS:

The City of Hermosa Beach has agreed to transfer a total of \$200,000 in CDBG funds from current and previous fiscal years, to the City of San Fernando, in exchange for \$100,000 in general tax revenues. The City of Agoura Hills has agreed to transfer \$99,532 in CDBG funds from current and previous fiscal years to the City of San Fernando in exchange for \$49,766 in general tax revenues

The City of San Fernando will use the additional CDBG funds to implement CDBG-eligible projects for low- and moderate-income persons, while the Cities of Hermosa Beach and Agoura Hills will use the general tax revenues for city operations.

The contract amendments, attached hereto in substantially final form, will be used for the proposed transfer of funds. The amendments will be effective following approval as to form by County Counsel and execution by all parties.


ENVIRONMENTAL DOCUMENTATION:

This action is exempt from the provisions of the National Environmental Policy Act pursuant to 24 Code of Federal Regulations, Part 58, Section 58.34 (a)(3) because it involves administrative activities that will not have a physical impact on or result in any physical changes to the environment. These activities are not subject to the provisions of CEQA pursuant to State CEQA Guidelines 15060(c)(3) and 15378 because they are not defined as a project under CEQA and do not have the potential for causing a significant effect on the environment.

IMPACT ON CURRENT PROGRAM:

The proposed contract amendments will enable the City of San Fernando to increase the amount of CDBG funds available to administer and implement CDBG-eligible projects to benefit low- and moderate-income persons, and the Cities of Hermosa Beach and Agoura Hills to use general tax funds for city operations.

Respectfully submitted,


for CARLOS JACKSON
Executive Director

Attachments: 3

**COUNTY OF LOS ANGELES
COMMUNITY DEVELOPMENT BLOCK GRANT PROGRAM
REIMBURSABLE CONTRACT WITH PARTICIPATING CITY
AMENDMENT NUMBER 5**

CITY: SAN FERNANDO

CONTRACT NUMBER: 70745

THIS AMENDMENT NO. 5 TO CONTRACT 70745 is made this _____ day of _____, 2008, by and between the County of Los Angeles, hereinafter called the "County," and the City of San Fernando, hereinafter called the "Operating Agency."

WITNESSETH THAT:

WHEREAS, the County and the Operating Agency previously entered into a Community Development Block Grant Program Reimbursable Contract, Contract Number 70745, dated July 1, 2006, and amended April 3, 2007, July 1, 2007, October 9, 2007 and February 21, 2008;

WHEREAS, the County and the Operating Agency desire to amend said Contract in order to reflect an exchange of \$200,000 in CDBG funds from the City of Hermosa Beach and \$99,532 from the City of Agoura Hills so that the Cities may gain additional funds for their general city operations and the Operating Agency may better implement its CDBG-eligible projects;

WHEREAS, the Community Development Commission of the County of Los Angeles administers this Contract on behalf of the County;

NOW, THEREFORE, in consideration of the mutual undertakings herein, the parties agree that said Contract Number 70745 be amended as follows:

1. **COMPENSATION AND METHOD OF PAYMENT** has been amended as follows: to show a revised compensation amount of one million eight hundred thirty-eight thousand eight hundred thirty-nine dollars (**\$1,838,839**). This is an increase of two hundred ninety-nine thousand five hundred thirty-two dollars (**\$299,532**) to the contract amount to reflect an exchange of \$200,000 in CDBG funds from the City of Hermosa Beach and \$99,532 in CDBG funds from the City of Agoura Hills; and
2. All other terms and conditions of said Contract shall remain in full force and effect.

IN WITNESS WHEREOF, the Board of Supervisors of the County of Los Angeles has caused this Amendment to be subscribed by the Executive Director of the Community Development Commission, and the Operating Agency has subscribed the same through its duly authorized officers on the day, month and year first above written.

COUNTY OF LOS ANGELES

CITY OF SAN FERNANDO

BY: _____
CARLOS JACKSON, Executive Director
Community Development Commission
of the County of Los Angeles

BY: _____

TITLE: _____

ATTEST: _____

CITY CLERK: _____

APPROVED AS TO FORM:

APPROVED AS TO PROGRAM:

RAYMOND G. FORTNER, JR.
County Counsel

CARLOS JACKSON, Executive Director
Community Development Commission
of the County of Los Angeles

BY: _____
Deputy

BY: _____
Director, CDBG

**COUNTY OF LOS ANGELES
COMMUNITY DEVELOPMENT BLOCK GRANT PROGRAM
REIMBURSABLE CONTRACT WITH PARTICIPATING CITY
AMENDMENT NUMBER 2**

CITY: HERMOSA BEACH

CONTRACT NUMBER: 70728

THIS AMENDMENT NO. 2 TO CONTRACT 70728 is made this _____ day of _____, 2008, by and between the County of Los Angeles, hereinafter called the "County," and the City of Hermosa Beach, hereinafter called the "Operating Agency."

WITNESSETH THAT:

WHEREAS, the County and the Operating Agency previously entered into a Community Development Block Grant Program Reimbursable Contract, Contract Number 70728, dated July 1, 2006, and amended July 1, 2007;

WHEREAS, the County and the Operating Agency desire to amend said Contract in order to reflect an exchange of \$200,000 in CDBG funds with the City of San Fernando (of which \$192,349 are Fiscal Year 2007-08 funds and \$7,651 are funds from prior fiscal years) for \$100,000 in general tax revenue funds of the City of San Fernando so that the Operating Agency may gain additional funds for its general city operations and the City of San Fernando may better implement its CDBG-eligible projects;

WHEREAS, the Community Development Commission of the County of Los Angeles administers this Contract on behalf of the County;

NOW, THEREFORE, in consideration of the mutual undertakings herein, the parties agree that said Contract Number 70728 be amended as follows:

1. **COMPENSATION AND METHOD OF PAYMENT** has been amended to show a revised compensation amount of zero dollars (**\$0**). This is a decrease of one hundred ninety-two thousand, three hundred forty-nine dollars (**\$192,349**) to the contract amount.
2. All other terms and conditions of said Contract shall remain in full force and effect.

IN WITNESS WHEREOF, the Board of Supervisors of the County of Los Angeles has caused this Amendment to be subscribed by the Executive Director of the Community Development Commission, and the Operating Agency has subscribed the same through its duly authorized officers on the day, month and year first above written.

COUNTY OF LOS ANGELES

CITY OF HERMOSA BEACH

BY: _____
CARLOS JACKSON, Executive Director
Community Development Commission
of the County of Los Angeles

BY: _____

TITLE: _____

ATTEST: _____

CITY CLERK: _____

APPROVED AS TO FORM:

APPROVED AS TO PROGRAM:

RAYMOND G. FORTNER, JR.
County Counsel

CARLOS JACKSON, Executive Director
Community Development Commission
of the County of Los Angeles

BY: _____
Deputy

BY: _____
Director, CDBG

**COUNTY OF LOS ANGELES
COMMUNITY DEVELOPMENT BLOCK GRANT PROGRAM
REIMBURSABLE CONTRACT WITH PARTICIPATING CITY
AMENDMENT NUMBER 3**

CITY: AGOURA HILLS

CONTRACT NUMBER: 70710

THIS AMENDMENT NO. 3 TO CONTRACT 70710 is made this _____ day of _____, 2008, by and between the County of Los Angeles, hereinafter called the "County," and the City of Agoura Hills, hereinafter called the "Operating Agency."

WITNESSETH THAT:

WHEREAS, the County and the Operating Agency previously entered into a Community Development Block Grant Program Reimbursable Contract, Contract Number 70710, dated July 1, 2006, and amended July 1, 2007;

WHEREAS, the County and the Operating Agency desire to amend said Contract in order to reflect an exchange of \$99,532 in CDBG funds with the City of San Fernando (of which \$34,630 are Fiscal Year 2007-08 funds and \$64,902 are funds from prior fiscal years) for \$49,766 in general tax revenue funds of the City of San Fernando so that the Operating Agency may gain additional funds for its general city operations and the City of San Fernando may better implement its CDBG-eligible projects;

WHEREAS, the Community Development Commission of the County of Los Angeles administers this Contract on behalf of the County;

NOW, THEREFORE, in consideration of the mutual undertakings herein, the parties agree that said Contract Number 70710 be amended as follows:

1. **COMPENSATION AND METHOD OF PAYMENT** has been amended to show a revised compensation amount of zero dollars (**\$0**). This is a decrease of sixty-four thousand nine hundred two dollars (**\$64,902**) to the contract amount.
2. All other terms and conditions of said Contract shall remain in full force and effect.

IN WITNESS WHEREOF, the Board of Supervisors of the County of Los Angeles has caused this Amendment to be subscribed by the Executive Director of the Community Development Commission, and the Operating Agency has subscribed the same through its duly authorized officers on the day, month and year first above written.

COUNTY OF LOS ANGELES

CITY OF AGOURA HILLS

BY: _____
CARLOS JACKSON, Executive Director
Community Development Commission
of the County of Los Angeles

BY: _____

TITLE: _____

ATTEST: _____

CITY CLERK: _____

APPROVED AS TO FORM:

APPROVED AS TO PROGRAM:

RAYMOND G. FORTNER, JR.
County Counsel

CARLOS JACKSON, Executive Director
Community Development Commission
of the County of Los Angeles

BY: _____
Deputy

BY: _____
Director, CDBG